

DAILY MARKET SUMMARY



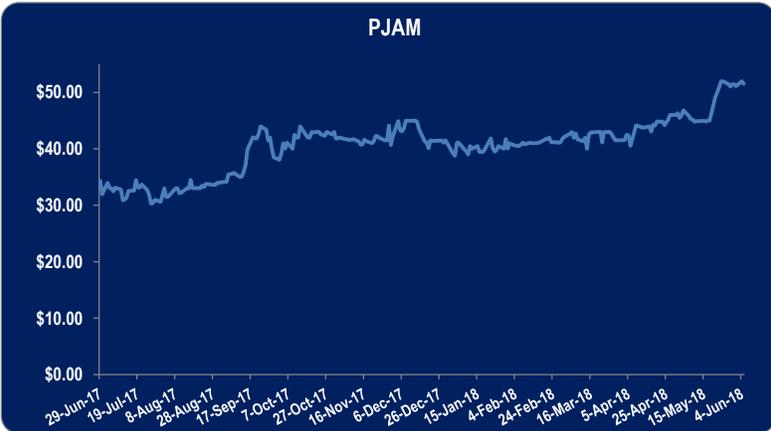
LOCAL STOCK MARKET: (JS)⁺

Stock Symbol	GK	SJ	SALF	GENAC	PJAM
Current Price (\$)	51.62	38.31	15.00	2.69	51.98
Trailing EPS (\$)	4.32	3.10	1.00	0.23	3.87
P/E (times)	11.94	12.35	15.01	11.91	13.42
Projected P/E	10.08	11.88	11.57	10.35	13.18
Projected EPS (\$)*	5.12	3.22	1.30	0.26	3.94
Book Value per share (\$)	45.62	17.10	8.00	1.89	28.91
Price/Book Value (times)	1.13	2.24	1.88	1.42	1.80
Dividend Yield (2018 %)	0.77%	1.72%	3.33%	N/A	0.48%
Volumes	2,511	9,022	NIL	78,444	8,318
Recommendation	HOLD	HOLD	BUY	BUY	HOLD

FOREIGN EXCHANGE MARKET TRADING SUMMARY *

	PURCHASE RATE			SALES RATE		
	Highest	Lowest	Weighted	Highest	Lowest	Weighted
			Average Rate			Average Rate
USD	137.060	102.910	131.1286	142.870	102.690	132.9864
CAN	101.400	70.870	99.2932	113.400	93.000	101.1920
GBP	178.282	122.270	175.2859	197.650	163.000	176.8986
EURO	149.100	109.720	144.9513	175.560	112.760	151.4998

*Rates as at June 19, 2018



STOCK OF THE DAY: PanJam Investment Limited (PJAM)

For the three months ended March 31, 2018:

PanJam Investment Limited (PJAM) for the three months ended March 31, 2018, reported a 4% increase in total income to total \$523.51 million relative to \$501.56 million booked for the prior year's corresponding period. The Company noted this was as a result of, "lower investment income being offset by higher property income and stronger share of results of associated companies, led by Sagico."

Other income declined 11% or \$3.85 million from \$36.08 million to \$32.23 million. Investments fell 61% to close at \$43.56 million (2017: \$110.99 million). This was impacted by, "by unrealised losses relative to unrealised and realised gains in the prior year, caused mainly by mark to market losses during the quarter on certain securities relative to year-end prices."

Property income amounted to \$447.72 million, up 26% year over year. The movement was linked, "to improved rentals and higher property revaluation gains"

Operating expenses amounted to \$371.60 million for three months ended March 31, 2018 (2017: \$333.61 million), 11% more than its total a year prior, "as a result of higher energy rates and updated actuarial calculations of group health and life costs," Management noted.

Consequently, operating profits declined by 10% to a total of \$151.91 million relative to \$167.94 million a year earlier.

Finance costs for the period rose by 25%, amounting to \$160.94 million compared to the \$129.11 million for the comparable period in 2017. According to the Company this was attributed to, "higher debt balances". Share of results of associated companies improved to closed the quarter at \$85.51 million, versus \$817.66 million booked twelve months earlier.

Profit before taxation declined 1%, closing the period at \$846.47 million (2017: \$856.49 million). Following taxation of \$11.15 million (2017: \$14.42 million), Net Profit amounted to \$835.32 million (2017: \$842.07 million).

Net Profit Attributable to Shareholders for the period amounted to \$827.02 million, a marginal decline of 0.4% from the \$830.20 million recorded the year prior.

Consequently, earnings per share for the period amounted to \$0.776 (2017: \$0.779). The twelve month trailing earnings per share is \$3.87.

MONEY MARKET

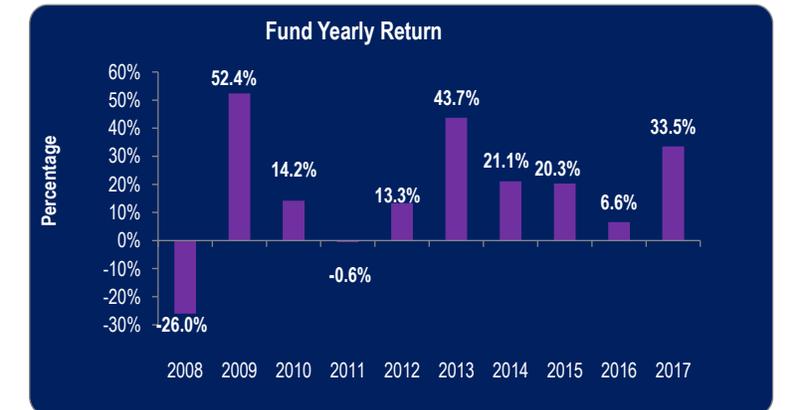
The Jamaican dollar fixed income market was liquid in today's (June 20, 2018) trading session. The over night rate stood at 1.35% while the 30-day rate stood 2.40%.

The US dollar fixed income market was also liquid during today's (June 20, 2018) trading session; The overnight market rates were quoted at 1.00% while the 30-day market rates stood at 1.70%.

OVER THE COUNTER FUNDS (CI FUNDS)

Signature Global Science & Technology Corporate Class

This fund's objective is to obtain maximum long term capital growth. It invests primarily in equity and equity-related securities of companies around the world that have developed or are developing technological products, processes or services. This includes companies that provide goods and services to these companies and companies that could benefit from advancements and improvements in technology. The fund has a 3 year return of 19.3% and a 5 year return of 23.0% as at May 31, 2018. The Fund also has a 10 year return of 17.6%.



⁺Prices are as at June 20, 2018 *Projections are for the forward 12 months from the most recent quarter results

U.S.: Wall Street Forced to Recalibrate as Trade War Gets 'More Real'

For months, investors have dismissed Donald Trump's fiery rhetoric on trade with China as negotiating bluster. That got a lot harder after the U.S. president threatened more tariffs and China promised in-kind retaliation. Investors reacted with a decisive move to pare risk, as equities sank around the globe and bonds rallied. But how about beyond Tuesday? If the world's top two economies are headed for a trade war, how should investors position themselves? The following are some thoughts from fund managers and strategists. "The negotiating tactic that is playing out is becoming more recognized by the markets and we're starting to hit timetables here that are making it a much more real situation than what we were looking at about a month ago," Matthew Miskin, a market strategist at John Hancock Investments, said by phone. The latest flareup makes fixed income the most attractive, particularly American debt, he said. Escalating trade tensions along with an already-tight labor market could inspire a pickup in inflation, several money managers warned. Stephen Lee, a founding partner at Ardmore, Pennsylvania-based Logan Capital Management, said his firm's strategy will be to search for companies that have pricing power, mentioning FleetCor Technologies Inc. Sameer Samana, global technical and equity strategist for Wells Fargo Investment Institute, warned that investors may have gotten a little complacent in recent weeks as U.S. equities headed to two-month highs.

<https://www.bloomberg.com/news/articles/2018-06-19/how-to-trade-a-u-s-china-trade-war-investors-map-out-tactics>

Euro Zone: ECB frets about trade war cost behind 'facade of optimism'

Behind a "facade of optimism", European Central Bank officials are growing increasingly concerned that a looming trade war could derail the euro zone's recovery and complicate its exit from years of easy money, central banking sources told Reuters. There was an eerie calm at the ECB's annual get-together of policymakers and academics at the bank's hallmark policy forum in the Portuguese hilltop town of Sintra. Just days earlier, President Mario Draghi had pulled off the major feat of announcing the upcoming end of the ECB's 2.6 trillion euro stimulus program, while keeping the euro and bond yields in check. Yet conversations with high-ranking officials and policymakers suggested the growing fears of a trade war waged by Donald Trump's U.S. administration against its main trading partners were casting a shadow over the economy and the ECB's own policy path. "Protectionism will have a bigger impact than now estimated," one of the sources said. "Unwinding ECB accommodation is also a risk. I don't think it's been fully priced in and markets will wake up one day." Extending bond purchases into 2019 was not a realistic option, barring a large economic shock. But Draghi went out of his way on Tuesday to stress the ECB will be "prudent" when timing its first rate hike in eight years in the autumn of 2019, and any further hike will be "gradual". And some sources already believed the ECB's new economic forecasts, unveiled barely a week earlier, may prove too optimistic as...

<https://www.reuters.com/article/us-ecb-policy/ecb-frets-about-trade-war-cost-behind-facade-of-optimism-sources-idUSKBN1JG1LQ?il=0>

PLATINUM PORTFOLIO

Platinum Portfolio Yield Measures as at June 18, 2018	
	Percentage (%)
Yield to Maturity	5.76
Weighted Average Coupon	5.55
Current Yield	5.61

The platinum portfolio has an effective maturity of 13.55 years and duration of 4.76 years.

STRUCTURED PRODUCT

Mayberry Managed Equity Portfolio (MMEP)

We offer a managed equity portfolio for both institutions and individuals. The MMEP is a full discretionary managed portfolio of a diversified group of stocks. The stocks included in the portfolio represent Mayberry's top recommended stocks. Persons who find it difficult to manage their equity portfolios on a day to day basis should consider the MMEP. Further, the MMEP is for individuals and institutions who would like to pursue a medium to long term equity strategy.

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MIL Ratings System:

BUY: We believe the stock is attractively valued. The company has sound or improving fundamentals that should allow it to outperform the broader market. We anticipate the stock will outperform the market over the next 12 months. The risk factors to achieving price targets are minimal.

HOLD: We believe the stock is fairly valued at the current price. The company may have issues affecting fundamentals that could take some time to resolve. Alternatively, company fundamentals may be sound, but this is fully reflected in the current stock price. The risk factors to achieving price targets are moderate. Some volatility is expected. In addition, technically it may be difficult to attain additional volume of the stock(s) at current price.

SELL: We believe the stock is overpriced relative to the soundness of the company's fundamentals and long-term prospects.

SPECULATIVE BUY: We believe the prospects for capital appreciation exist, however there is some level of uncertainty in revenue growth.

Source: www.jamstockex.com, www.bloomberg.com, www.investopedia.com, www.tradewire.com

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